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Before the FEDERAL COMMUNICATIONS COMMISSION Washington, DC 20554

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APR 1 4 1993

In re Applications of	FEDERAL COMMUNICATIONS COMMISSION OFFICE OF THE SECRETARY
In le applicacions of) MM Docket No. 93-51 /
MARTHA J. HUBER, et al.) File Nos. BPH-911114ME, et al.
For Construction Permit for a	<u> </u>
New FM Station on Channel 234A)
in New Albany, Indiana)

TO: Honorable Richard L. Sippel Administrative Law Judge

PETITION TO ENLARGE ISSUES

Martha J. Huber (Huber), by her attorneys, now petitions to have the following issues specified against Midamerica Electronics Service, Inc. (Midamerica):

To determine whether Midamerica Electronics Service, Inc. is financially qualified to construct and to operate its proposed station;

To determine whether Midamerica Electronics Service, Inc. falsely certified in its application that it was financially qualified;

To determine, in light of the evidence adduced pursuant to the foregoing issues, whether Midamerica Electronics Service, Inc. is qualified to construct and to operate its proposed station.

I. Procedural Matters

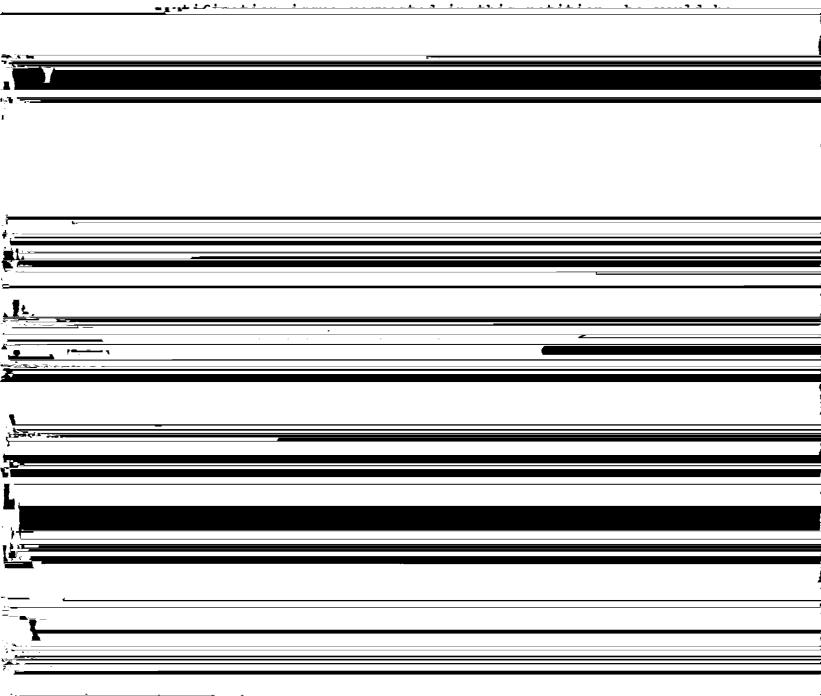
This petition is timely pursuant to Section 1.229(b)(1) of the Commission's rules because it is being filed within thirty days after release of the hearing designation order on March 15, 1993.

The allegations of fact upon which this petition are based are supported by the applications of Midamerica and the other applicants. The applications may be officially noticed.

No. of Copies rec'd___(List A B C D E The petition therefore complies with Section 1.229(d) of the Commission's rules.

Pursuant to Section 1.229(e) of the Commission's rules, Huber is identifying the documents she wishes to be produced and the depositions she wishes to take in the attached appendix to this petition.

If the Presiding Judge adds the false financial



Statement, "Equipment Data." In its application, Midamerica does not claim ownership of its transmitter site, but claims it obtained reasonable assurance of site availability from Steve Aulbach, the owner's agent. See Section VII. The applicant also proposes to install auxiliary power at its station. Engineering Statement, P. 8.

In Section III of Midamerica's application, Peter C.L. Boyce, Midamerica's President, certified that Midamerica was financially qualified. The listed estimate of the funds needed to construct Midamerica's station and to operate the station for three months without revenue was only \$85,000.

See Section III, Question 2.

Midamerica's estimate of construction and operating expenses is far lower than the estimates of other applicants in this proceeding. Rita Reyna Brent, the applicant with the next lowest cost estimates, estimates that she will need \$180,000, or over twice as much money as Midamerica.² D.E.K.W. Communications, Inc. estimates that it will need \$502,390, or almost six times as much money as Midamerica. Staton Communications, Inc. estimates that it will need \$416,303.79, while Ms. Huber estimates that \$281,078 will be needed.³

² Copies of the financial qualifications pages of the other applicants are submitted as Attachment 2 to this opposition.

³ Adams Rib, Inc., the other applicant in this proceeding, filed an FCC Form 340, which does not require cost estimate information.

	(The ave	erage of	the	cost	estimates	of	the	applicants	
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times higher than Midamerica's estimates. D.E.K.W.'s cost estimates are almost six times higher than Midamerica's estimates, and every applicant's estimated costs are more than twice as high as Midamerica's estimates. Clearly, the large differences between the cost estimates of Midamerica and the other applicants justify the addition of a financial qualifications issue.

Moreover, Midamerica's \$85,000 estimate is much lower than the \$150,388 estimate that was found unreasonable in Columbus Broadcasting Corporation. Indeed, the applications were filed 4-1/2 years after the Columbus applications were filed, so it would be expected that the estimates in this proceeding would be higher. Moreover, Midamerica does not propose the cheapest possible facility. It proposes to construct a new tower instead of renting space on an existing tower. It will have to lease or to purchase its transmitter site, since it does not own the site. It proposes to use auxiliary power. If a \$150,000 estimate for a Class A station

<u>is inherently unresecceble. Midemericals \$25,000 estimatoris</u>

Commission to believe that for \$85,000, it will purchase and/or construct an antenna, transmitter, transmitter site, tower, and other equipment, as well as program, sell and promote its radio station for three months. Its claim falls well outside the zone of reasonableness, and a financial qualifications issue must be specified.

A false financial certification issue must also be If an applicant's financial certification is specified. false, issues will be specified to determine "whether the certification involves misrepresentation." false Certification of Financial Qualifications by Applicants for Broadcast Station Construction Permits, 2 FCC Rcd 2122, 62 RR 2d 638, 639 (1987). Midamerica's cost estimates are so low that its financial certification was clearly false instead of just technically deficient. Boyce "has been involved in the construction or rebuilding of many broadcasting facilities" (Application, Exhibit No. 3), so the estimates cannot be attributed to lack of knowledge. Indeed, fraudulent intent can be inferred from Boyce's experience and the sheer unreasonableness of Midamerica's estimates. See Capital City Broadcasting Company, FCC 93R-6 (released March 11, 1993) at ¶29, citing David Ortiz Radio Corp. v. FCC, 941 F.2d 1253, 1260 (D.C. Cir. 1991). "Fraudulent intent can also be inferred from a motive to deceive." Capital City Broadcasting Company, supra, at ¶32. Here, Midamerica had an obvious motive to falsely claim it was financially qualified.

Accordingly, Huber asks the Presiding Judge to specify the issues listed above.

Respectfully submitted,

MARTHA J. HUBER

Morton I. Ber

By John J. Schauble

Cohen and Berfield, P.C. 1129 20th Street, NW, #507 Washington, DC 20036 (202) 466-8565

Its Attorneys

Date: April 14, 1993

⁴ It is also noteworthy that in its standardized document production, Midamerica did not produce any financing documents as required by Section 1.325(c)(1)(v) of the Commission's rules. As shown in Midamerica's application, Midamerica is relying upon corporate funds and funds from Boyce and Young. While Huber will be filing a motion to compel Midamerica to produce the required documents, Midamerica's failure to comply with document production only raises further doubts about its financial qualifications.

Approved by OMB 3060-0027 Expires 2/28/92

APPLICATIO	N FOR CONSTRUCT	ION PERMIT	FOR COM	MERCIAL BROADCAST	STATION	1.1	
For COMMISSION Fee Us	e Only FEE NO:			For APPLICANT Fee U	•		
				application?	CED C	•	□ N
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	· · · · · · · · · · · · · · · · · · ·			FOR COMMISSION USE	ONLY	*	
	ID SEQ:			BPH-911115	MIC		
Section - GENERA	AL INFORMATION						
1. Name of Applicant			B B	otices and communication	s to the fo	ollowing	
MIDAMERICA EI	ECTRONICS SER	VICE, INC.	Name	at the address below:			
				er C. L. Boyce			
	·			sident AMERICA Electron	ics Se	rvice	Inc
Street Address or P.O. 1 410 Mt. Tabor				Address or P.O. Box Mt. Tabor Road			
Cuy New Albany	State IN	ZIP Code 47150	City	Albany	State	47	15%
Telephone No. linelude		1	Telepho	ne No. linciude Area Codel			
812 945-1209			812	945-1209			
2 This application is for	:		X F	'м 🔲 :	ľV		
(a) Channel No. or I	Frequency	(2) 22-1-	<u> </u>	City	· · · · · · · · · · · · · · · · · · ·	S	itate
234A		(b) Princ	munity	New Albany			IN
(c) Check one of the	following boxes		I		,		
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MINOR change	in licensed facilities	call sign:		***************************************		·	
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AMENDMENT to	pending application;	Application f	lle numbe	r.			
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3. is this application	mutually exclusive w	ith a renewal	applicatio	n?	1	☐ Yes	X
If Yes, state:	Call letters		Commun	ity of License		•	
, 	City	,			State		

6. List the applicant, parties to the application and non-party equity owners in the applicant. Use one column for each individual or entity. Attach additional pages if necessary.

lRead carefully - The numbered items below refer to line numbers in the following table.?

- Name and residence of the applicant and, if applicable, its officers, directors, stockholders, or partners (if other than individual also show name, address and citizenship of natural person authorized to vote the stock). List the applicant first, officers next, then directors and, thereafter, remaining stockholders and partners.
- 2 Citizenship.
- 3. Office or directorship held.
- 4. Number of shares or nature of partnership interests.
- 5. Number of votes.

6. Percentage of votes.

 Other existing attributable interests in any broadcast station, including the nature and size of such interests.

8. All other ownership interests of 5% or more (whether or not attributable), as well as any corporate officership or directorship, in broadcast, cable, or newspaper entities in the same market or with overlapping signals in the same broadcast service, as described in 47 C.F.R. Section 73.3555 and 78.501, including the nature and size of such interests and the positions held.

<u>.</u>	MIDAMERICA Electronics Service, Inc. 410 Mt. Tabor Road New Albany, IN 47150	Peter C. L. Boyce 410 Mt. Tabor Road New Albany, IN 47150	Larry A. Young 1018 Harbrook New Albany, IN 47150
2	U.S. Corporation	U.S.A.	U.S.A.
3.	N/A	President, Treasurer and Director	Secretary
4.	N/A	100	0
	N/A	100	0
6.	N/A	100%	0%
7.	None	50% Southeast Indiana Radio, Inc. (WKRP, North Vernon,IN) (WINN, North Vernon,IN)	None
8.	None	None	None

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SECTION III - FINANCIAL QUALIFICATIONS	
NOTE If this application is for a change in an operating facility do not fill out this section.	
1. The applicant certifies that sufficient net liquid assets are on hand or that sufficient funds	X Yes No
are available from committed sources to construct and operate the requested facilities for	
three months without revenue.	•
	
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Section V-B - FM BROADCAST ENGIN	and the contract of the contra	FOR COMMISSION USE ONLY File No. ASB Referral Date Referred by	
Midamerica Blectronics Service, I	nc.		
Call letters (if issued)		ng filed in response to a	X Yes n No
	If Yes, specify closing	date: November 15,	1991
Purpose of Application: (check appropriate bestes)	7		
X Construct a new (main) facility		onstruct a new auxiliary facility	,
Modify existing construction permit for facility	r main Mo	odify existing construction periodity	mit for auxiliary
Modify licensed main facility	_	odify licensed auxiliary facility	
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COHEN, DIPPELL AND EVERIST, P. C.

Introduction

This engineering report has been prepared on behalf of Midamerica Electronics

Service, Inc. ("Midamerica") in support of its application to construct a new Class A

FM broadcast station at New Albany, Indiana. The FM operation is proposed on

Channel 234A (94.7 mHz) with an effective radiated power (ERP) of 3.0 kW (H&V)

and 100 meters antenna height above average terrain (HAAT).

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The closing window date for filing of the application has been set for November

15, 1991.

Exhibits requested by Section V-B of FCC Form 301 are included in this

engineering report.

Transmitter Site

The proposed antenna will be located in Floyd County, Indiana, approximately

8.2 km (5.1 miles) west of New Albany, north of the intersection of State Route 62

and Interstate Route 64. The geographic coordinates of the proposed site are as

follows:

North Latitude:

West Longitude: 85° 54′ 38"

Equipment Data

Transmitter: Type approved

Antenna:

Harris Corporation FML-3E, three sections, circularly polarized

COHEN, DIPPELL AND EVERIST, P. C.

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Engineering Report, New Albany, Indiana Midamerica Electronics Service, Inc.

Page 2

Power Data

Power in	nput to	antenna:
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1.925 kW

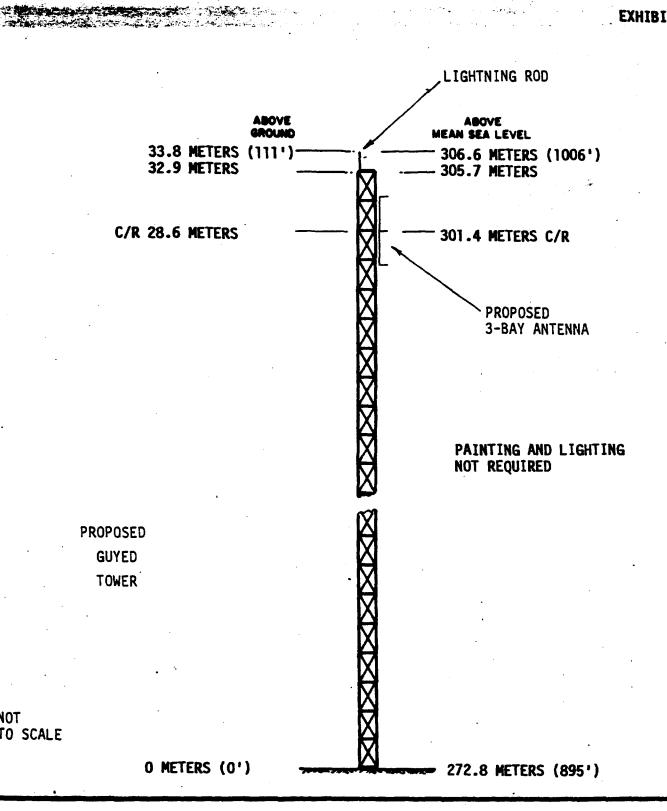
Antenna	power	gain (H&V)) :	-
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1,5588

Workers and the general public will not be subjected to RF radiation levels in excess of ANSI standard, C95.1-1982. Authorized personnel will be alerted to areas of the tower where potential radiation levels are in excess of the ANSI standard and the transmitter power will be reduced or terminated as necessary. A security fence with a locked gate will prevent public access to the tower.

AUXILIARY POWER

The applicant proposes to install auxiliary power at the proposed FM station.



VERTICAL SKETCH FOR THE PROPOSED FM OPERATION AT NEW ALBANY, INDIANA NOVEMBER . 1991

COHEN, DIPPELL and EVERIST, P.C.

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Approved by OMB
3060-0027
Expires 2/28/92
See Page 25 for information
regarding public burden estimat:
STATION

For COMMISSION Fee Use		NOC I TON	PERMIT	FOR COM	For APPLICANT Fee U		
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				 	application? If fee exempt (see 47)	CPD Car	Yes No
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	ID SE	EQ:			FILE NO.		
Section I - GENERA	L INFORMATI	ON	·····				
1. Name of Applicant				Send no	otices and communications	to the	following
				person	at the address below:		
D.E.K.W. COMMU	NICATIONS	, INC.		Rubii	s L. Winston n, Winston, Dier oke	cks, I	larris &
Street Address or P.O. Bo 4205 Sunset Av				Street /	Address or P.O. Box M Street, N.W.,	Suite	e 412
Louisville	Sta K	¥ 4	ZIP Code	City Washi	ngton	Sière	ZIP Code 20036
relephone No. lineiude A	ree Cadal			Telepho	De No. (include Area Cade)	.1	
(502) 776-3728	<u> </u>			(202) 861-0870		
2 This application is for:		AM		X F	м 🔲 т	v	
(a) Channel No. or F	requency		(b) Princ	ipal	City		State
234A			1	nunity	New Albany		IN
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	- '			-	entain the amended infor	-	
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SECTION III - FINANCIAL QUALIFICATIONS

	NOTE If this application is for a change in an operating facility do not fill out this section.	
٠	1. The applicant certifies that sufficient net liquid assets are on hand or that sufficient funds are available from committed sources to construct and operate the requested facilities for three months without revenue.	
	2. State the total funds you estimate are necessary to construct and operate the requested \$502.390 facility for three months without revenue.	
	3. Identify each source of funds, including the name, address, and telephone number of the source (and a contact person if the source is an entity), the relationship (if any) of the	_
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SECTION III - FINANCIAL QUALIFICATIONS

NOTE if this application is for a change in an operating facility do not fill out this section.

1. The applicant certifies that sufficient net liquid assets are on hand or that sufficient funds are available from committed sources to construct and operate the requested facilities for three months without revenue.

X Yes No

2 State the total funds you estimate are necessary to construct and operate the requested facility for three months without revenue.

\$ 416,303.79

3. Identify each source of funds, including the name, address, and telephone number of the source (and a contact person if the source is an entity), the relationship (if any) of the source to the applicant, and the amount of funds to be supplied by each source.

Source of Funds (Name and Address)	Telephone Number	Relationship	Amount
Home Federal Trust Bank of Georgia 104 Green Street Gainesville, GA 30501 Attn: W. A. Gainey, V.P.	404/535-9600	Bank	\$425,000.00
The Applicant's principals a	re legally obligated	to the guara	ntee of
a loan up to \$425,000.00 for	this facility.	·	
는 사람들이 보고 있는 것이 되었다. 그 것이			
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Approved by OMB 3060-0027 Expires 2/28/92

FCC 301 Washington, D. C. 20554 See Page 25 for information APPLICATION FOR CONSTRUCTION PERMIT FOR COMMERCIAL BROADCAST STATION For APPLICANT Fee Use Only For COMMISSION Fee Use Only FEE NO: Is a fee submitted with this application? ☐ Yes ☐ No If fee exempt (see 47 C.F.R. Section 11112), FEE TYPE: indicate reason therefor (check one box): Noncommercial educational licensee FEE AMT: Governmental entity FOR COMMISSION USE ONLY ID SEQ: FILE NO. Section I - GENERAL INFORMATION 1. Name of Applicant Send notices and communications to the following person at the address below: Name Martha J. Huber Martha J. Huber fireet Address or P.O. Box Street Address or P.O. Box 1927 Plum Hill Way 1927 Plum Hill Way ZIP Code City City ZIP Code State State 47119 47119 Floyds Knobs Flords Knobs TN

SECTION III - FINANCIAL QUALIFICATIONS

NOTE If this application is for a change in an operating facility do not fill out this section.

l.	The applicant certifies that sufficient net liquid assets are on hand or that sufficient funds	X Yes No
	are available from committed sources to construct and operate the requested facilities for three months without revenue.	71,
		003 000

2. State the total funds you estimate are necessary to construct and operate the requested \$ 281,078 facility for three months without revenue.

3. Identify each source of funds, including the name, address, and telephone number of the source (and a contact person if the source is an entity), the relationship (if any) of the source to the applicant, and the amount of funds to be supplied by each source.

Source of Funds (Name and Address)	Telephone Number	Relationship	Amount	
Citizens Fidelity Bank and Trust Company Indiana P.O. Box 1248 New Albany, IN 47151-1248 Contact Person: Leo Tierney	(812) 945–2265	Bank Loan	\$350,000	

FCC 301

3000-0027
Soe Page 25 for information regarding public burden estimate

				
For COMMISSION Fee Use Only	FEE NO:		For APPLICANT Fee Use is a fee submitted with application?	· ·
•	FEE TYPE		If fee exempt (see 47 C. indicate reason therefor	F.R. Section 11112), 7 (check one box):
	FEE AMT:		Governmental en	
	id seq:		BPH-911151 FILE NO.	1C
Section 1 - GENERAL INF	ORMAT I ON			·
1. Name of Applicant		1 1	ices and communications t	o the following
Rita Reyna Brent		Name	t the address below:	
Arta Reyla Dielit	•			
		John We	ells King	
Shoot Address on BO Box			ddress or P.O. Box	
Street Address or P.O. Box 2106 St. Andrews Road		110	600 - 2000 M Street	N U
City	State ZIP	Code City		State ZIP Code
<u>Jeffersonville</u>	Ind. 4713		gton. D.C.	20036
Telephone No. (Include Area Code (812) 283-7886	• <i>1</i>		10 No. (Include Area Code) 331-0606	
((0127 203 7800				
2. This application is for:	☐ AM	XX FA	M TV	
(a) Channel No. or Frequen			Clty	State
234A 94.7	a la	b) Principal		
		Community Ne	ew Albany	Ind.
(c) Check one of the followi	ng boxes			
XX Application for NEW st	ation			
			•	
MAJOR change in lice	nsed facilities; call s	gn:		
MINOR change in lice	nsed facilities call s	ign:	······································	
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MINOR modification of	n permit: g application; Applic o use this form to am	ation file number;	filed application. Should y	ou do so, however, plea
MINOR modification of File No. of construction AMENDMENT to pending NOTE: It is not necessary to	n permit: ig application; Application to am cose other portions of	ation file number:	filed application. Should y	ou do so, however, ples
MINOR modification of File No. of construction AMENDMENT to pending NOTE: It is not necessary to submit only Section I and the	n permit: g application; Applic o use this form to am ose other portions of y exclusive with a re	ation file number; and a previously in the form that com-	filed application. Should y	ou do so, however, ples ation.

SECTION III - FINANCIAL QUALIFICATIONS

NOTE If this application is for a change in an operating facility do not fill out this section.

l.	The applicant	certifies	that suff	icient net	liquid as	ssets are	on hand	or that su	fficient i	lunds
	are available	from con	nmitted s	ources to	construct	and op	erate the	requested	facilities	for
	three months	without ;	revenue.							

XX Yes No

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\$ 180,000.00

- 2. State the total funds you estimate are necessary to construct and operate the requested facility for three months without revenue.
- 3. Identify each source of funds, including the name, address, and telephone number of the source (and a contact person if the source is an entity), the relationship (if any) of the source to the applicant, and the amount of funds to be supplied by each source.

Source of Funds (Name and Address)	Telephone Number	Relationship	Amount \$180,000.00	
Rita and Robert Brent 2106 St. Andrews Road Jeffersonville, Ind. 47130	(812) 283-7886	Applicant/ Husband		
	•			
		·		

APPENDIX RE DISCOVERY

If this petition to enlarge issues is granted, Huber will take

	the deposition of Peter C.L. Boyce and Larry A. Young. Huber also
	reserves the right to notice the deposition of any other person who
	had a role in determining whether Midamerica was financially
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any other written, recorded, transcribed, punched, taped, filmed, or graphic matter, however produced or reproduced or stored in papers, cards, tapes, discs, belts, charts, films, computer storage devices, or any other medium.

- 3. "Principal" includes all persons who hold a direct interest or an interest in any entity that has an interest in Midamerica, officers and directors of Midamerica, and all persons with a future right to acquire an ownership right in Midamerica.
- 4. "Related to" and "relating to" means contains, constitutes, embodies, pertains to, concerns, describes, arises from, emanates from, reflects, identifies, states, refers to, deals with, or is in any way pertinent to the specified subject.
 - 5. "Or" means "and/or."
- 6. References to the masculine include references to the feminine and <u>vice versa</u>.
- 7. These document requests call for the production of all documents within the possession, custody, or control of Western, their principals, any officers, directors, shareholders, agents, employees, advisors, or any other person under the control of any such party.
- 8. If any requested document is withheld from production on the basis of a privilege, all privilege claims shall be made using the procedures established by Paragraph 6 of the <u>Prehearing Conference Order</u>, FCC 93M-114 (released March 19, 1993.
- 9. These requests are continuing in character. The parties are under a continuing obligation to supply documents responsive to